

HARBOR BANKSHARES CORPORATION

	CPP Disbursement Date 07/17/2009	RSSD (Holding Company) 2008130	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2013 \$ millions	2014 \$ millions	%chg from prev		
Assets	\$243	\$235	-3.4%		
Loans	\$155	\$154	-1.1%		
Construction & development	\$4	\$5	19.9%		
Closed-end 1-4 family residential	\$24	\$26	6.5%		
Home equity	\$2	\$3	6.6%		
Credit card	\$1	\$1	-10.2%		
Other consumer	\$0	\$0	0.6%		
Commercial & Industrial	\$37	\$31	-16.2%		
Commercial real estate	\$68	\$73	6.8%		
Unused commitments	\$16	\$12	-23.1%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$0	\$0			
Asset-backed securities	\$0	\$0			
Other securities	\$30	\$31	4.9%		
Cash & balances due	\$36	\$30	-16.5%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$218	\$209	-3.9%		
Deposits	\$210	\$202	-4.0%		
Total other borrowings	\$5	\$5	0.0%		
FHLB advances	\$5	\$5	0.0%		
Equity					
Equity capital at quarter end	\$25	\$25	0.7%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$1	NA		
Performance Ratios					
Tier 1 leverage ratio	8.6%	8.7%	--		
Tier 1 risk based capital ratio	12.2%	11.9%	--		
Total risk based capital ratio	13.4%	13.1%	--		
Return on equity ¹	3.9%	-1.7%	--		
Return on assets ¹	0.4%	-0.2%	--		
Net interest margin ¹	4.2%	4.5%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans})	51.6%	70.0%	--		
Loss provision to net charge-offs (qtr)	0.0%	123.4%	--		
Net charge-offs to average loans and leases ¹	-0.3%	1.0%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2013	2014	2013	2014	
Construction & development	26.6%	8.4%	0.0%	0.0%	--
Closed-end 1-4 family residential	0.0%	0.2%	0.0%	0.0%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	1.6%	1.4%	1.4%	0.0%	--
Other consumer	0.0%	0.0%	0.0%	0.0%	--
Commercial & Industrial	4.5%	2.9%	0.0%	0.0%	--
Commercial real estate	3.9%	2.7%	0.0%	0.0%	--
Total loans	3.5%	2.6%	0.0%	0.3%	--